Steven L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky
Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort, Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov David L. Armstrong Chairman

James W. Gardner Vice Chairman

Daniel E. Logsdon Jr. Commissioner

June 4, 2015

PARTIES OF RECORD

Re:

Case No. 2015-00075

Back-up Power Supply Plan of Duke Energy Kentucky, Inc.

Attached is a copy of a memorandum which is being filed in the record of the above-referenced case. If you have any comments you would like to make regarding the contents of the memorandum, please do so within five days of receipt of this letter. If you have any questions, please contact Quang Nguyen, Staff Attorney, at (502) 782-2586.

Sincerety

Jeff Derouen

Executive Director

QN/ph

Attachments



INTRA-AGENCY MEMORANDUM

KENTUCKY PUBLIC SERVICE COMMISSION

TO:

Case File

FROM:

Quang D. Nguyen

DATE:

June 3, 2015

RE:

Case No. 2015-00075

Back-up Power Supply Plan of Duke Energy Kentucky, Inc.

At the request of Commission Staff, a telephonic informal conference was held on May 20, 2015 for the purpose of discussing certain issues related to Duke Energy Kentucky, Inc.'s ("Duke Kentucky") application. The attendance sheet is attached to the memo.

At the outset of the informal conference, Commission Staff discussed the need to have additional information regarding the insurance products that Duke Kentucky is evaluating and considering as part of its proposed back-up supply plan. Commission Staff indicated that given the timing of Duke Kentucky's request for a decision in this matter and the need for more information on the insurance products, an interim order would be issued extending Duke Kentucky's authority to implement its current back-up power supply plan until such time as a final Order has been issued in this case. After a discussion of the insurance products evaluated by Duke Kentucky, Duke Kentucky agreed to submit by no later than May 29, 2015 the list of parameters currently being considered by Duke Kentucky as part of its evaluation of the insurance products and how those parameters have developed or changed since Duke Kentucky first issued its request for proposals ("RFP") and received the initial bids to that RFP. In response to Commission Staff inquiry, Duke Kentucky explained that an insurance product could still be included as part of the proposed back-up supply plan before the 2015/2016 PJM Interconnection, LLC Delivery Year and that a final Order if issued by June 15, 2015 would not impact the terms and conditions of those insurance products that Duke Kentucky is currently considering.

A discussion was also had with respect to the scheduled outages at East Bend and Woodsdale for 2015 and 2016.

There being no further discussions, the informal conference was adjourned.



COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:		
BACK-UP POWER SUPPLY PLAN OF DUKE ENERGY KENTUCKY, INC.) CASE NO.) 2015-00075	
======================================	al Conference	
Please sign in:	=======================================	
Jeff Shaw JEFF JOHNSON Rocco D'Ascenzo Michael Chen Jim telesten John Verderame Kusfin Ryan	REPRESENTING PSC PSC Duke Duke Duke Duke Duke	The T

*Rocco O D'Ascenzo Duke Energy Kentucky, Inc. 139 East Fourth Street P. O. Box 960 Cincinnati, OH 45201

*Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45202

*Duke Energy Kentucky, Inc. 139 East Fourth Street Cincinnati, OH 45202